



L	T	P/S	SW/F W	TOTAL CREDIT UNITS
3	0	0	0	3

Course Title: FINANCIAL REPORTING & DECISION MAKING

Course Code: FIBA705 Level: PG

Credit Units: 3

Course Objectives:

The course aims to

- develop an understanding of how to prepare financial reports and
- then how to analyze what those numbers really mean. Every manager has incentives to present his or her firm in the most favorable light to lenders, equity investors and others. And, every manager wants to use the flexibility allowed by GAAP to manage the firm's earnings to achieve certain goals.

Prerequisites:

Student should be interested in Accounting and understand the basics of financial statements

Student Learning Outcomes:

- The student who successfully completes this course will be better positioned to identify, relate and select reporting and decision making activities
- By the end of the course, the student will be able to gain working knowledge of the professional standards, principles and procedures developed globally.
- By the end of the course, the student will be able to familiarize with recent developments in the area of financial reporting, and
- By the end of the course, the student will be able to gain ability to solve financial reporting and valuation cases

Course Contents/Syllabus:

	Weightage (%)
Module I Accounting Standards	
1. Overview of International Accounting Standards (IAS), 2. International Financial Reporting Standards (IFRS), 3. IND AS, Significant difference vis-a-vis Indian Accounting Standards, 4. Understanding of US GAAP,	20

5. Applications of IFRS and US GAAP.	
Module II Corporate Financial Reporting	
<ol style="list-style-type: none"> 1. Issues and problems with special reference to published financial statements 2. Including group financial statements of holding and subsidiary company. 3. Developments in External Reporting, 4. Corporate Governance 	20
Module III Reporting and disclosures of Financial Instruments	
<ol style="list-style-type: none"> 1. Financial Reporting by Mutual funds, 2. Non-banking finance companies, 3. Developments in Financial Reporting- Value Added Statement, 4. Economic Value Added, Market Value Added, 5. Shareholders' Value Added, 6. Human Resource Reporting, 7. Inflation Accounting 	20
Module IV Liquidity of Short-term Assets	
<ol style="list-style-type: none"> 1. Financial ratios As perceived by corporate controllers (Most significant ratios and their primary measure, key financial ratios included as Corporate Objectives); Financial Ratios used in Annual Reports. 2. Related debt paying ability & Long-term Debt-paying Ability, Current Assets, Current liabilities and the Operating cycle; Current Assets Compared with Current liabilities (working capital, current ratio, acid test ration, cash ratio); 3. Other liquidity consideration(sales to working capital turnover ratio, liquidity considerations not on the face of the statements);Income statement consideration when determining debt-paying ability; 4. Balance Sheet consideration when determining debt-paying ability 	20
Module V Profitability measures for the investor	
<ol style="list-style-type: none"> 1. Profitability Measures (Net profit Margin, Total Asset Turnover, Return On Asset, DuPont return On Assets, 2. Interpretation through DuPont Analysis, Operating Income Margin, Operating Asset Turnover, Return On Operating Assets, Sales to Fixed Assets, 3. Return on Investments, Return On Total Equity, Return On Common Equity, Gross profit Margin) ; Trends in Profitability; Leverage and its effects on the earnings; Earnings per common share; Price/Earnings Ratio; 4. Percentage of Earnings Retained; Dividend Payout; Dividend Yield; Book Value per share; Stock Options 	20

Pedagogy for Course Delivery:

The course joins together lectures, case examinations, interacting with specialists and understudy presentations. Classroom discussions form an important part of the learning experience. The readings for the course are attracted from leading researchers, innovation thinkers and thought leaders. The student gets an opportunity to launch the innovative product or service through Amity Incubator.

Assessment/ Examination Scheme:

Theory L/T (%)	Lab/Practical/Studio (%)	End Term Examination
30%	NA	70%

Theory Assessment (L&T):

Continuous Assessment/Internal Assessment					End Term Examination
Components (Drop down)	Mid-Term Exam	Project	Viva	Attendance	
Weightage (%)	10%	10%	5%	5%	70%

Text:

- Financial Reporting by Tulsian, Tulsian, S.Chand and Company Pvt Ltd
- Financial Statement Analysis by D Bhattacharya , Pearson

References:

- Financial Reporting and Analysis by Charles H. Gibson- Cengage Learning
- Cases in Financial Reporting by Charles H. Gibson- Cengage Learning
- Financial Reporting and Analysis - Lawrence Revsine, Daniel W. Collins W. Bruce Johnson
- Guide to Financial Reporting and Analysis - John Wiley & Sons
- Financial Statement Analysis-K. R. Subramanyam, John Wild
- Analysis of Financial Statements-Leopold Bernstein
- Financial Reporting and Analysis- Charles H. Gibson
- Interpreting Company Reports-10th Edition, Geoffrey Holmes, Alan Sugden, Paul Gee